Part 32 Rules

§ 32.2210 Central office - switching.

This account shall be used by Class B companies to record the original cost of switching assets of the type and character required of Class A companies in Accounts 2211 through 2212.

This account shall also include all investments made for the implementation of the Communications Assistance for Law Enforcement Act (CALEA).

§ 32.6210 Central office switching expense.

Class B telephone companies shall use this account for expenses of the type and character required of Class A companies in Accounts 6211 through 6212.

This account shall also include all operating expenses incurred related to the Communications Assistance for Law Enforcement Act (CALEA).

Part 36 Rules

§ 36.125 Local switching equipment – Category 3.

- (a) Local switching equipment is included in accounts 2210, 2211, and 2212. It comprises all central office switching equipment not assigned other categories. Examples of local switching equipment are basic switching train, toll connecting trunk equipment, interlocal trunks, tandem trunks, terminating senders used for toll completion, toll completing train, call reverting equipment, weather and time of day service equipment, and switching equipment at electronic analog or digital remote line locations. Equipment used for the identification, recording and timing of customer dialed charge traffic, or switched private line traffic (e.g. transmitters, recorders, call identity indexers, perforators, ticketers, detectors, mastertimes) switchboards used solely for recording of calling telephone numbers in connection with customer dialed charge traffic, or switched private line traffic (or both) is included in this local switching category. Category 3 also includes the investment related to the implementation of the Communications Assistance for Law Enforcement Act (CALEA).
- (b) Beginning January 1, 1993, Category 3 investment for study areas with 50,000 or more access lines is first segregated between costs related to CALEA and all other Category 3 costs. The costs associated with CALEA are directly assigned to the interstate jurisdiction. All other Category 3 costs are apportioned to the interstate jurisdiction on the basis of the interstate DEM factor. Category 3 investment for study areas with 50,000 or more access lines is apportioned to the state jurisdiction on the basis of the state DEM factor.
- (f) Beginning January 1, 1993 and ending December 31, 1997, for study areas with fewer than 50,000 access lines, Category 3 investment is apportioned to the interstate jurisdiction by the application of an interstate allocation factor that is the lesser of either .85 or the product of the interstate DEM factor specified in paragraph (a)(5) of this section multiplied by a weighting factor, as determined by the table below. Beginning January 1, 1998, for study areas with fewer than 50,000 access lines, Category 3 investment is first segregated between costs related to CALEA and all other Category 3 costs. The costs associated with CALEA are directly assigned to the interstate jurisdiction. All other Category 3 costs are apportioned to the interstate jurisdiction by the application of an interstate allocation factor that is the lesser of either .85 or the sum of the interstate DEM factor specified in paragraph (a)(5) of this section, and the difference between the 1996 weighted interstate DEM factor and the 1996 interstate DEM factor. The

Category 3 investment that is not assigned to the interstate jurisdiction pursuant to this paragraph is assigned to the state jurisdiction.

- § 36.321 Central office expenses Accounts 6210, 6220, and 6230 (Class B telephone companies); Accounts 6211, 6212, 6220, 6231, and 6232 (Class A telephone companies).
- (b) The expense in these accounts are <u>first segregated between CALEA related costs and all other costs</u>. The costs associated with CALEA are directly <u>assigned to the interstate jurisdiction</u>. The remaining costs are apportioned among the operations on the basis of the separation of the investments in central office equipment. Accounts 2210, 2220 and 2230, combined <u>excluding the costs in 2210 related to CALEA</u>.

Part 69 Rules

§ 69.4	Charges to be filed.	
ı		Deleted: [Reserved]
	(c) Communications Assistance for Law Enforcement Act (CALEA)	
§69.118 The revenue requirement for CALEA will be assessed to the United States		
	General. Any portion of the CALEA revenue requirement not recovered	
from payments by the Attorney General will be assigned to the Common Line		
Revenue	Requirement.	Deleted: 8
§ 69.11 <u>9</u>	Traffic sensitive switched services.	Deleted: 8
		Deleted: 19
§ 69.1 <mark>20</mark>	Basic service element expedited approval process.	Deletedi 19
		Deleted: 0
§ 69.12 <mark>1</mark> _	Line information database.	
		Deleted: 1
§ 69.12 <mark>2</mark> _	Connection charges for expanded interconnection.	
§ 69.306 Central office equipment. (COE)		
8 09.500	Central office equipment. (COE)	
	(d) COE Category 3 (Local Switching Equipment) shall be assigned to the	
	itching element except as provided in paragraph (a) of this section; and	
that,		
	(1) The costs are first segregated between CALEA related costs and	
	all other costs. The costs associated with CALEA are assigned to the CALEA category. All other costs are assigned as follows:	
	CALEA category. All other costs are assigned as ionows-	
	(2) For telephone companies subject to price cap regulation set forth	Deleted: 1
	in part 61 of this chapter, line-side port costs shall be assigned to the	
	Common Line rate element, and	
	(3) Beginning January 1, 2002, for non-price cap local exchange	Deleted: 2
•	carriers, line-side port costs shall be assigned to the Common Line rate	
	element. Such amount shall be determined after any local switching	
	support has been removed from the interstate Local Switching revenue requirement. Non-price cap local exchange carriers may use thirty	

Attachment 1

percent of the interstate Local Switching revenue requirement, minus any local switching support, as a proxy for allocating line port costs to the Common Line category.

§ 69.401 Direct expenses.

(b) Plant Specific Operations Expenses in Accounts 6210, 6220, and 6230, shall first be segregated between CALEA related expenses and other expenses. The CALEA related expenses shall be directly assigned to the CALEA category. The remaining expenses in these accounts shall be apportioned among the interexchange category and access elements on the basis of the apportionment of the investment in Accounts 2210 (excluding CALEA related investments), 2220, and 2230, respectively; provided that any expenses associated with DS1/voice-grade multiplexers, to the extent that they are not associated with an analog tandem switch, assigned to the local transport category by this paragraph shall be reallocated to the local switching category; provided further that any expenses associated with common channel signaling included in Account 6210 shall be assigned to the local transport category.